Arizona Public Service Company 2019 Summer Preparedness

Arizona Corporation Commission April 30, 2019





Presenters

- Kristie Cocco
 Director, Transmission Operations and Maintenance
- Anna Stewart
 Manager, Community Affairs



APS 2019 Summer Readiness Overview

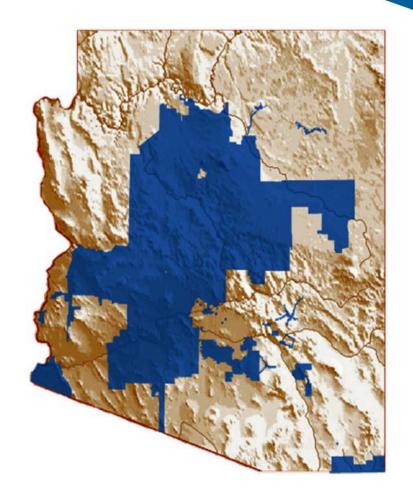
Safe, Reliable, Affordable

Generation resources, fuel supplies and transmission capacity are in place to meet customer demand reliably.



APS Service Territory

- 11 of Arizona's 15 counties
- 34,646 square mile service area
- Serving about 1.2 million customers
- 430 substations, 300,000 transformers, more than 550,000 poles and structures
- Approximately 6,200 miles of transmission lines, 11,200 miles of overhead lines and 21,850 miles of underground cable



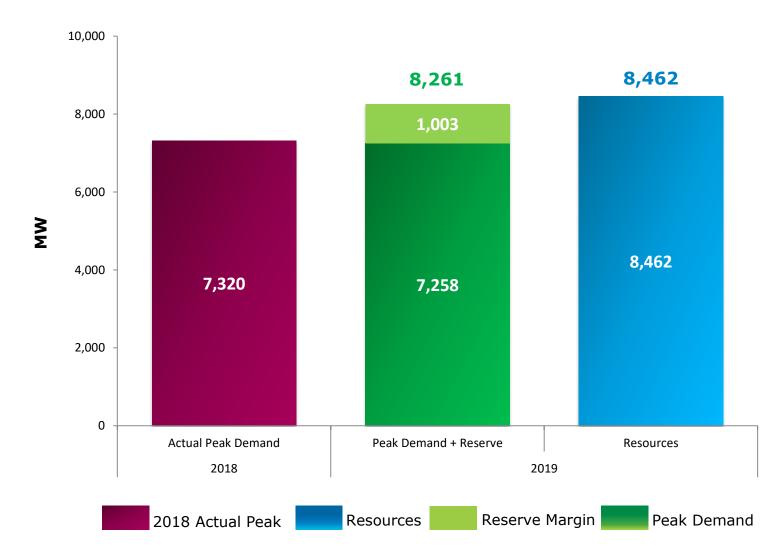


Review of Summer 2018

50,000 Crew hours restoring power

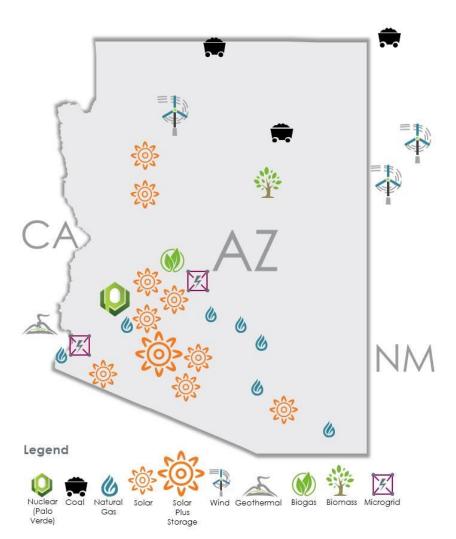


2019 Peak Resources and Demand





2019 APS Resource Diversity



2019 Resources (MWs)

	PEAK CAPACITY
Nuclear Coal	1,146 1,672
Owned	3,401
PPAs	1,612
Microgrid/ESS (Quick Start)	34
Renewables	508
Solar	424
Owned	137
PPAs	287
Wind (PPAs)	55
Other (PPAs)	29
Customer-Based	89
Energy Efficiency	56
Distributed Energy	7
Demand Response	27
TOTAL	8,462



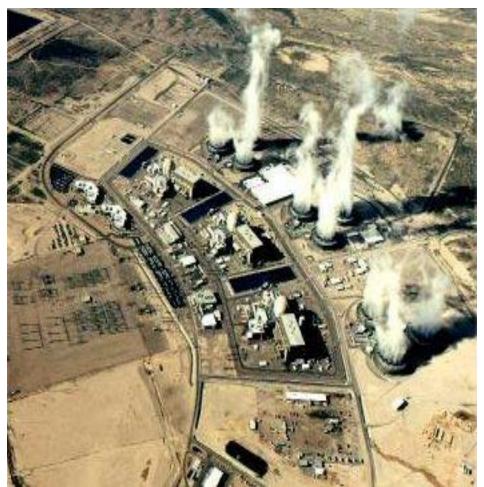
APS has adequate fuel supply for all of its generating facilities

Palo Verde

- 100% of fuel requirements contracted through 2021
- Overall station capacity factor 90.2% in 2018

Conventional Generation

 Fuel contracts in place for other APS generating facilities





Distribution System Improvements

Supervisory Controlled Switches

 Helps avoid sustained outages by automated reclosing and accelerates load restoration

Fault Location Isolation and Service Restoration (FLISR)

 Quickly identifies the location of a fault and isolates the faulted area

Volt-VAr Management

 Supervisory control of Regulators and Capacitor Banks



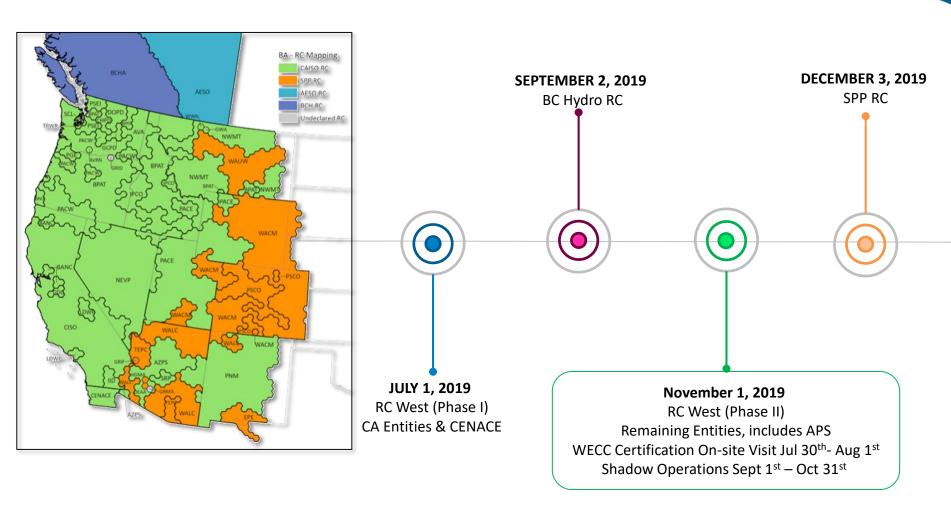
Nova STS: One of the supervisory switches in the APS fleet



CBC-8000: The modernized APS cap bank controller



WECC-wide RC Transition Schedule





Customer Outreach

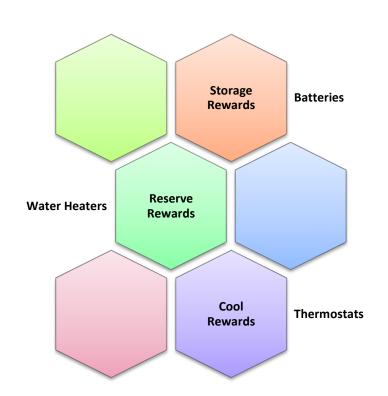
Anna Stewart Manager, Community Affairs





Customer Rewards Programs

- Installed first "Reserve Rewards" water heater and "Storage Rewards" battery in April 2019
- "Cool Rewards" program was in place for Summer 2018
- "Rewards" programs provide value for customers and the grid

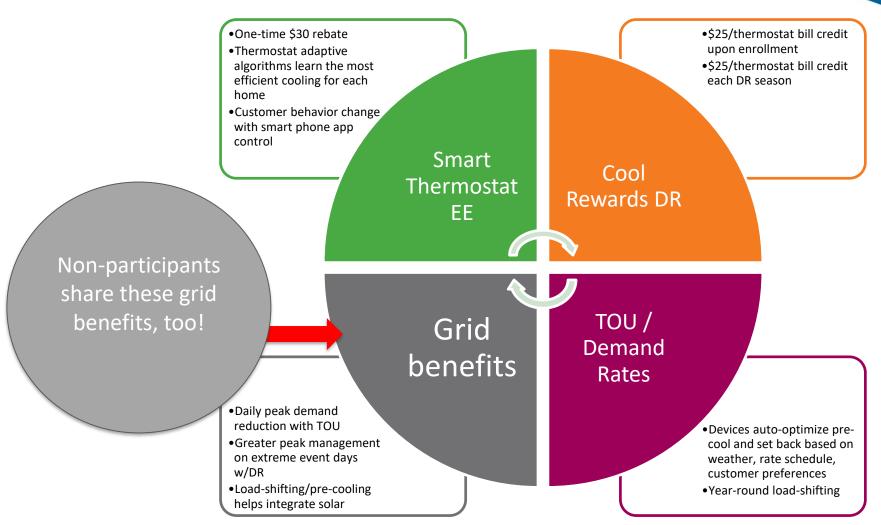


Cool Rewards Program: https://www.apscoolrewards.com/

Smart Thermostat Program: https://www.aps.com/en/residential/savemoneyandenergy/smart-



Smart Thermostats and Cool Rewards

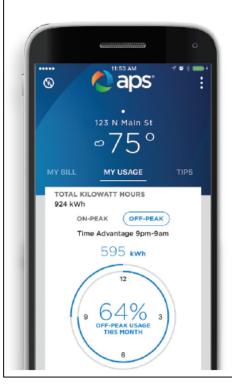




Customer Support and Digital Tools – APS App

Your account information is just a tap away

Inside or outside. Now or later. With the APS mobile app, you can do all this anywhere, anytime:



- Make a payment
- Find payment locations
- Monitor your energy usage
- View our outage map
- Sign up for outage alerts

- Report an outage
- View billing details
- Get energy-saving tips
- Check out our latest news

Learn more at aps.com/app.

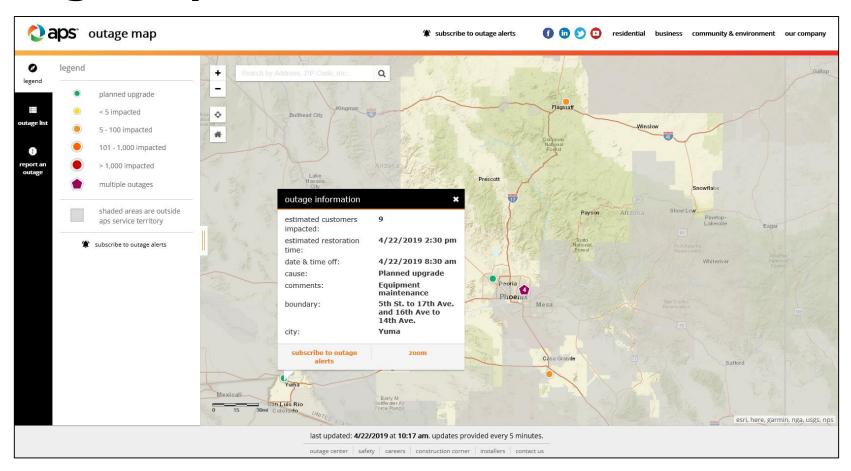




#LV1705001



Customer Support and Digital Tools – Outage Map





100DAYS of Explains

- Meeting customers where they are
- Using social and digital networks
- Partnering with community organizations
- Advertising to inform customers



100 Days of Helping: Events

24 events held since Feb. 1910+ more scheduled through June 1













100 Days of Helping: Advertising

Advertising & Media Partnerships





Digital & Social Media Outreach







100 Days of Helping: Customer Communication

Meet with an APS representative to:

Apply for the Energy Support Program 25% bill discount

For immediate approval, please bring your Quest EBT card or SNAP/TANF award letter. Or, bring another proof of household income, such as one month's pay stubs, W-2s or most recent Federal Tax Forms, to start the application.

Review your bill and energy usage

Learn about energy-saving tips to help you save on your bill. Plus, review service plan options and find the one that works best for you.

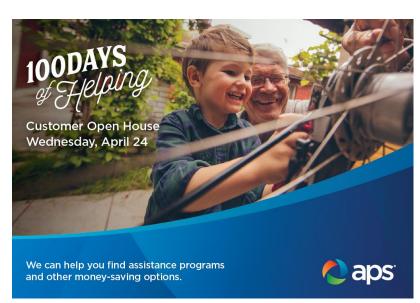
Wednesday, April 24 12:30 p.m. to 6 p.m. City of Holbrook Machusak Recreation Center 440 1st Ave. Holbrook, AZ 86025

No appointment required. Customers will be assisted on a first-come, first-served basis. If you can't attend the open house, please visit aps.com/helping to learn more about saving options.

Program funded by APS customers and approved by the Artzona Corporation Commission. Customers must have a gross monthly household income at or below 150% of the federal poverty guidelines to qualify for the Energy Support Program. The 25% discount will be deducted from the monthly bill prior to the application of taxes, regulatory assessment, and franchise fees. Customers must reapply for the program each year to maintain their discount. Program is subject to change. Other restrictions may apply.



PRST STD US POSTAGE PAID PHOENIX, AZ PERMIT NO. 90



- 142,525 postcards
- 647,000 bill inserts sent in April
- 236,999
 Facebook
 impressions*
- Event posts on Facebook have reached 75,700 customers*
- 3,501,923 digital impressions**

^{*}Through April 18

^{**}March 4 – May 31 (projected)



Summary

APS has adequate generation resources and fuel supplies to reliably meet customer demand this summer, and we have the channels in place to communicate effectively with our customers.

